

M/047/022

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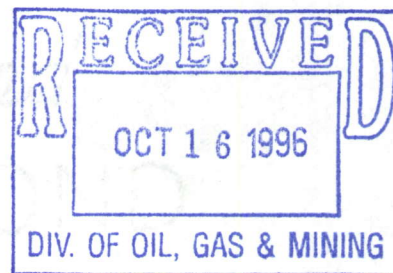
OF COUNSEL

ROBERT G. PRUITT, III
BRENT A. BOHMAN

October 16, 1996

HAND DELIVERY

Wayne Hedberg, Permit Supervisor
Minerals Regulatory Program
Department of Natural Resources
Division of Oil, Gas and Mining
P.O. Box 145801
1594 West North Temple, Suite 1210
Salt Lake City, UT 84114-5801



Re: *Notice of Intention to Amend Large
Mining Operations,
Uintah County Asphalt Mine M/047/022,
Uintah County, Utah*

Dear Mr. Hedberg:

Pursuant to our telephone conversation this afternoon, please find the following additional information submitted in support of the Amendment to the Mine Operating Plan submitted by Uintah County:

1. Completed Self-Bonding Qualification Sheet showing the following:
 - a. Tangible net worth of \$40,750,637;
 - b. Total liabilities (\$13,981,408) over net worth (\$40,750,637) at 0.034;
 - c. Current assets \$18,043,000 over current liabilities (\$6,833,685) at 2.64. This is based on the 1995 Audit Report, a copy of which is attached.

Please note that the operator has been in continuous operation more than five years preceding the application, and that the financial statements were prepared by Smuin, Rich & Marsing, independent Certified Public Accountants, in conformity with generally accepted accounting principles. We have not furnished unaudited financial statements for the completed quarters in the current fiscal year.

Division of Oil, Gas and Mining
October 16, 1996
Page 2

Also enclosed is the complete audited financial statement, copies of which are also on file at the Utah Office of Planning and Budget, State School Board and Community and Economic Development. This copy is based on the copy lodged with the Utah Department of Community and Economic Development.

Also enclosed is the Resolution signed by each of the Uintah County Commissioners authorizing Lonnie L. Hogan to act on behalf of the county with regard to the Mine Permit, Reclamation Contract and any other requirements of the Utah Division of Oil, Gas and Mining.

I trust that this satisfies your needs with regard to review of this revision. Thank you for your prompt and diligent attention to this application. If you have any further questions or require anything further, please don't hesitate to give me a call.

Very truly yours,



Robert G. Pruitt, III

RGP:sh

cc: Lonnie L. Hogan
Mike Wilkins, Uintah County Auditor
Lew Vincent, Chairman, Uintah County Commission
0998.08

NONCOAL
(July 1989)

Mine UINTAH COUNTY ASPHALT MINE
Permit No. M/047/022
Date _____
Checked By _____

SELF BONDING QUALIFICATION SHEET

Applicant required to meet one of the following criteria:

1. Current rating for most recent bond issuance
("A" or higher) (Moody's Investor Service or
Standard and Poor's Corporation) _____

or

2. A. Tangible Net Worth = (at least \$10 Million)
(Net worth minus intangibles [Goodwill and
rights to patents or royalties]) \$ 40,750,637
B. Total Liabilities/Net Worth
(2.5 times or less) = 0.343
C. Current Assets/Current Liabilities
(1.2 times or greater) = 2.64
Reference: 95 Audit

or

3. A. Fixed assets in the United States
(at least \$20 million) = \$
B. Total Liabilities/Net Worth
(2.5 times or less) = _____
C. Current Assets/Current Liabilities
(1.2 times or greater) = _____
Reference: _____

Has the operator been in continuous operation of not less than five (5)
years (immediately preceding the time of application) (submitted five
annual reports)?
Yes X No _____

Has the operator furnished financial statements prepared by an
independent certified public accountant in conformity with generally
accepted accounting principles?
Yes X No _____

Has the operator furnished unaudited financial statements for
completed quarters in the current fiscal year?
Yes _____ No X

Has the operator supplied other useful information for determining
financial qualifications?
Yes X No _____

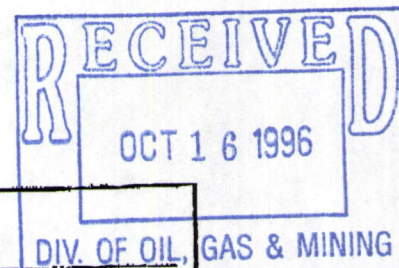
NONCOAL
(July 1989)

Mine UTNAH COUNTY ASPHALT MINE
Permit No. MS/047/022
Date _____
Checked By _____

SELF BONDING QUALIFICATION SHEET

Applicant required to meet one of the following criteria:

1. Current rating for most recent bond issuance ("A" or higher) (Moody's Investor Service or Standard and Poor's Corporation)



OR

2. A. Tangible Net Worth = (at least \$10 Million)
(Net worth minus intangibles (Goodwill and rights to patents or royalties))

B. Total Liabilities/Net Worth
(2.5 times or less) =

C. Current Assets/Current Liabilities
(1.2 times or greater) =

Reference: 95 Audit

40,750,637 40,750,637
0.0343 13,981,408
2.64 (918,043,000 / 33,6853)

OR

3. A. Fixed assets in the United States
(at least \$20 million) =

B. Total Liabilities/Net Worth
(2.5 times or less) =

C. Current Assets/Current Liabilities
(1.2 times or greater) =

Reference: _____

Has the operator been in continuous operation of not less than five (5) years (immediately preceding the time of application) (submitted five annual reports)? Yes X No _____

Has the operator furnished financial statements prepared by an independent certified public accountant in conformity with generally accepted accounting principles? Yes X No _____

Has the operator furnished unaudited financial statements for completed quarters in the current fiscal year? Yes _____ No X

Has the operator supplied other useful information for determining financial qualifications? Yes X No _____

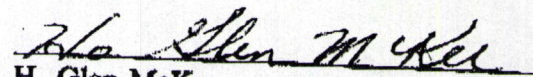
RESOLUTION

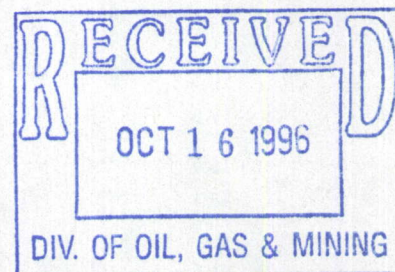
The undersigned, being the members of the Uintah County Commission, hereby ratify and appoint Lonnie L. Hogan as the lawful agent and attorney-in-fact for the limited purposes of filing a Notice of Intention to Revise/Amend Large Mining Operations for the Uintah County Asphalt Mine M/047/022, including the execution of any reclamation contracts or other forms required by the Utah Division of Oil, Gas and Mining, and any such document executed by Lonnie L. Hogan for this express purpose shall be with the consent of and be binding upon the Uintah County Commission.

Executed this 16 day of October, 1996.


Louis G. Vincent, Chairman


F. Lorin Merrell


H. Glen McKee



UINTAH COUNTY
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
DECEMBER 31, 1995

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTALS* (MEMORANDUM ONLY)	COMPONENT UNITS	TOTALS (MEMORANDUM ONLY)
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	ENTERPRISE	INTERNAL SERVICE	TRUST AND AGENCY	GENERAL	GENERAL	PRIMARY GOVERNMENT		REPORTING ENTITY
								FIXED ASSETS	LONG-TERM DEBT			
ASSETS												
Cash	\$ 163,446	\$ 3,003,612	\$ 351,219	\$ 1,462,905	\$ 220,078	\$ 327,454	\$ 1,474,964			\$ 7,003,678	\$ 187,503	\$ 7,191,181
Cash in custody of others							20,485			20,485		20,485
Investments	3,850,108		12,934	597						3,863,639	4,500,877	8,364,516
Receivables:												
Accounts net of allowances	33,673				246,273					279,946		279,946
Taxes	667,687	44,350			27,743		57,521			797,301		797,301
Due from other governments	407,521	510,801		186,668	16,613					1,121,603	239,252	1,360,855
Inventory at cost					28,711					28,711		28,711
Restricted Assets:												
Cash							257,056			257,056		257,056
Investments	1,139,779		3,430,102		398,201		2,593,993			7,562,075	208,034	7,770,109
Land					120,000			\$ 682,288		802,288		802,288
Buildings					4,898,347			7,014,879		11,913,226		11,913,226
Improvements other than buildings					301,967			2,892,313		3,194,280		3,194,280
Furniture, fixtures and equipment					1,767,882			8,228,793		9,996,675	36,877	10,033,552
Accumulated depreciation					(1,420,740)					(1,420,740)		(1,420,740)
Amount available in debt service funds									\$ 3,794,255	3,794,255	193,778	3,988,033
Amount to be provided for payment of general long-term debt										5,517,567	495,222	6,012,789
Total assets	\$ 6,262,214	\$ 3,558,763	\$ 3,794,255	\$ 1,650,170	\$ 6,605,075	\$ 327,454	\$ 4,404,019	\$ 18,818,273	\$ 9,311,822	\$ 54,732,045	\$ 5,861,543	\$ 60,593,588

"The notes to the financial statements are an integral part of this statement."

UINTAH COUNTY
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
DECEMBER 31, 1995

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)*	COMPONENT UNITS	TOTALS (MEMORANDUM ONLY)
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	ENTERPRISE	INTERNAL SERVICE	TRUST AND AGENCY	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	PRIMARY GOVERNMENT		REPORTING ENTITY
LIABILITIES AND FUND EQUITY												
LIABILITIES:												
Accounts payable	\$ 289,528	\$ 123,223		\$ 161,297	\$ 59,135	\$ 76,708	\$ 212			\$ 710,103	\$ 149,021	\$ 859,124
Warrants payable	103,036	107,147		7,426	29,385		17,521			264,515	14,256	278,771
Accrued wages and benefits	148,737	131,989			302,894		1,248			584,868		584,868
Bail bonds and fees payable							20,485			20,485		20,485
Refundable bonds payable							850			850		850
Limited obligation bonds payable					857,000					857,000	689,000	1,546,000
Capital leases					168,575				\$ 674,476	843,051		843,051
Impact Board Loan payable (Note 7)									8,000,000	8,000,000		8,000,000
Compensated absences									637,346	637,346		637,346
Due to taxing units							1,110,861			1,110,861		1,110,861
Unapportioned taxes and interest							250,091			250,091		250,091
Miscellaneous funds payable							118,119			118,119		118,119
Payable from restricted assets:												
Retirement benefits payable							584,119			584,119		584,119
Total liabilities	\$ 541,301	\$ 362,359	\$...	\$ 168,723	\$ 1,416,989	\$ 76,708	\$ 2,103,506	\$...	\$ 9,311,822	\$ 13,981,408	\$ 852,277	\$ 14,833,685
FUND EQUITY:												
Contributed capital					\$ 4,224,212					\$ 4,224,212		\$ 4,224,212
Investment in general fixed assets								\$ 18,818,273		18,818,273	\$ 36,877	18,855,150
Retained earnings					963,874	\$ 250,746				1,214,620		1,214,620
Fund balances –												
Reserved:												
Class "B" roads	\$ 1,476,426									1,476,426		1,476,426
Statutory reserve		\$ 3,196,404	\$ 3,794,255	\$ 273,382						7,264,041	193,778	7,457,819
Tax stability							\$ 2,009,874			2,009,874		2,009,874
Cemeteries							257,056			257,056		257,056
Unreserved –												
Undesignated	4,244,487			1,208,065			33,583			5,486,135	4,778,611	10,264,746
Total fund equity	\$ 5,720,913	\$ 3,196,404	\$ 3,794,255	\$ 1,481,447	\$ 5,188,086	\$ 250,746	\$ 2,300,513	\$ 18,818,273	\$...	\$ 40,750,637	\$ 5,009,266	\$ 45,759,903
Total liabilities and fund equity	\$ 6,262,214	\$ 3,558,763	\$ 3,794,255	\$ 1,650,170	\$ 6,605,075	\$ 327,454	\$ 4,404,019	\$ 18,818,273	\$ 9,311,822	\$ 54,732,045	\$ 5,861,543	\$ 60,593,588

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Executed this 16 day of October, 1996.


Louis G. Vincent, Chairman

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